

Control Section 3.45 Statewide General Fund Reductions Related to Salaries and Wages

Issue	Description	Assembly	Senate	Difference	Conference Action
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Control Section 3.45 Statewide General Fund Reductions Related to Salaries and Wages

003	Revisions to Reduction Amounts	40,205,000	58,000,000	17,795,000	
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The Assembly amended a May Revision Finance Letter to exempt the Department of Corrections and Rehabilitation from the salary salaries and wages reduction (an adjustment of \$36,000 relative to the Governor's Budget proposal) by also exempting the Board of Equalization and Franchise Tax Board from these reductions (an adjustment of \$3.73 million). The Assembly action reduced the Governor's Budget savings proposal of \$58 million to \$17.8 million.

The Senate rejected the Governor's Budget proposal.

Control Section 3.60 Contribution to Public Employees' Retirement Benefits

Issue	Description	Assembly	Senate	Difference	Conference Action
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Control Section 3.60 Contribution to Public Employees' Retirement Benefits

001	Retirement Contribution Rates.	0	0	0	
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Assembly adopted the placeholder retirement rates included in the Governor's Budget.

Senate adopted the updated retirement rates approved by the CalPERS Board on May 17, 2006.

Control Section 4.06 Mid-Year Correction Authority

Issue	Description	Assembly	Senate	Difference	Conference Action
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Control Section 4.06 Mid-Year Correction Authority

**001 Budget Control Section for
Mid-Year Correction
Authority**

Assembly adopted the Governor's Budget proposal to enable the Director of Finance to reduce items of appropriation up to 25 percent when deemed to be in the interest of the state.

Senate deleted this control section.

Control Section 12.00 State Appropriation's Limit

Issue	Description	Assembly	Senate	Difference	Conference Action
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Control Section 12.00 State Appropriation's Limit

001	Adjustment to State Appropriations Limit	-1,000,000	0	1,000,000	
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Assembly revised the control section language to specify the state appropriations limit will be reduced by \$1 million for the purpose of ensuring this issue is resolved by Conference Committee. The final SAL calculation will be conducted at that time.

Senate did not hear this issue.

Control Section 33.50 Strategic Sourcing

Issue	Description	Assembly	Senate	Difference	Conference Action
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Control Section 33.50 Strategic Sourcing Initiative Savings

302 Reporting Language on Savings Associated with the Strategic Sourcing Initiative

Assembly did not hear this issue.

Senate adopted budget bill language to require reporting on the savings achieved through the Strategic Sourcing Initiative and Legislative review of any future contracts for this activity.

Control Section 35.50 Estimated General Fund Revenues Per ACA 5

Issue	Description	Assembly	Senate	Difference	Conference Action
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Control Section 35.50 Estimated General Fund Revenues Per ACA 5

001	Estimated General Fund revenues per ACA 5 of the 2003-04 Fifth Extraordinary Session	-1,000,000		1,000,000	
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Assembly reduced the calculation of General Fund revenues by \$1 million for the purpose of updating this number in conference.

Senate did not hear this issue.